

## Message Text

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ORIGIN XMB-04

INFO OCT-01 AF-10 ISO-00 AID-05 CIAE-00 COME-00 EB-08  
FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 OPIC-03  
SP-02 LAB-04 SIL-01 OMB-01 L-03 /058 R

XMB

DRAFTED BY XMB: J W LENTZ  
APPROVED BY EB/IFD/ODF:MVCREEKMORE  
XMB: C NORRIS  
AF/C:EMARKS (INFO)  
-----028057 240649Z /16  
R 240133Z AUG 77  
FM SECSTATE WASHDC  
TO AMEMBASSY KINSHASA

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E.O. 11652: N/A

TAGS: EGEN, CG

SUBJECT: OPERATION OF PAYMENT FACILITY AGREEMENT (PFA)

REFERENCE: (A) STATE 058426, (B) KINSHASA 2452

1. REF. A SENT 3/16/77 EXPRESSED EXIMBANK'S CONCERN THAT  
THEN GOVERNOR SAMBWA HAD INDICATED BANQUE DU ZAIRE WOULD  
HENCEFORTH TRANSFER ALL AMOUNTS DUE UNDER PFA RATHER THAN  
SOZACOM. SAMBWA HAD GIVEN SIMILAR INDICATION TO IBRD  
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RELATIVE TO TRUST DEED UNDERLYING ITS FINANCING FOR  
GECAMINES P-2 PROJECT.

2. IBRD WAS KNOWN TO BE DISTURBED ABOUT PROPOSED CHANGE  
AND SO INFORMED BANQUE DU ZAIRE. ON 8/17/77 IBRD RECEIVED  
COPY OF LETTER DATED 7/29/77 FROM BANQUE DU ZAIRE TO  
SOZACOM STATING THAT SOZACOM WILL MAKE ALL FUTURE  
PAYMENTS UNDER TRUST DEED FROM ITS ACCOUNT AT BANQUE  
BELGOLAISE AND THAT THIS PAYMENT ARRANGEMENT WILL CONTINUE

UNTIL TRUST DEED EXPIRES. PAYMENTS UNDER IBRD TRUST NOW  
ON BASIS ORIGINALLY ENVISAGED BEFORE GOVERNOR SAMBWA'S  
PROPOSED AMENDMENT.

3. IN RECENT MONTHS PAYMENTS TO MANUFACTURERS HANOVER  
UNDER PFA HAVE EMANATED FROM BANQUE DU ZAIRE RATHER THAN  
SOZACOM, ALTHOUGH LATTER IS STIPULATED IN CREDIT AGREEMENT  
AND PAYMENT FACILITY AGREEMENTS SIGNED AS OF 10/18/76.  
EXIMBANK NOT PREPARED TO AMEND AGREEMENTS AS DEBT SERVICE  
PAYMENT FOR INGA-SHABA OVERRUN FINANCING THROUGH SOZACOM  
CONSIDERED ESSENTIAL BEFORE COPPER PROCEEDS FLOW TO  
BANQUE DU ZAIRE.

4. EXIMBANK REQUESTS THAT EMBASSY APPROACH BANQUE DU  
ZAIRE AND REQUEST IT PROVIDE SIMILAR PAYMENT  
AUTHORIZATION TO SOZACOM FOR AMOUNTS DUE UNDER PFA AS  
HAS BEEN DONE WITH RESPECT TO IBRD TRUST DEED. PLEASE  
OBTAIN COPY OF AUTHORIZATION AND POUCH TO JOHN LENTZ,  
LOAN OFFICER. IT IS ESSENTIAL OPERATION PFA BE  
SATISFACTORY IF DISBURSEMENTS TO CONTINUE UNDER EXISTING  
OVERRUN FINANCING AND ANY ADDITIONAL ASSISTANCE TO BE  
CONSIDERED. CHRISTOPHER

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NNN

## Message Attributes

**Automatic Decaptioning:** X  
**Capture Date:** 01-Jan-1994 12:00:00 am  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** DEBT REPAYMENTS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Sent Date:** 24-Aug-1977 12:00:00 am  
**Decaption Date:** 01-Jan-1960 12:00:00 am  
**Decaption Note:**  
**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 22 May 2009  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1977STATE201400  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** J W LENTZ  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Expiration:**  
**Film Number:** D770305-0468  
**Format:** TEL  
**From:** STATE  
**Handling Restrictions:** n/a  
**Image Path:**  
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**Legacy Key:** link1977/newtext/t19770828/aaaaaxbz.tel  
**Line Count:** 83  
**Litigation Code IDs:**  
**Litigation Codes:**  
**Litigation History:**  
**Locator:** TEXT ON-LINE, ON MICROFILM  
**Message ID:** fa251054-c288-dd11-92da-001cc4696bcc  
**Office:** ORIGIN XMB  
**Original Classification:** LIMITED OFFICIAL USE  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 2  
**Previous Channel Indicators:** n/a  
**Previous Classification:** LIMITED OFFICIAL USE  
**Previous Handling Restrictions:** n/a  
**Reference:** 77 STATE 58426, 77 KINSHASA 2452  
**Retention:** 0  
**Review Action:** RELEASED, APPROVED  
**Review Content Flags:**  
**Review Date:** 17-Feb-2005 12:00:00 am  
**Review Event:**  
**Review Exemptions:** n/a  
**Review Media Identifier:**  
**Review Release Date:** n/a  
**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**SAS ID:** 1498568  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** OPERATION OF PAYMENT FACILITY AGREEMENT (PFA)  
**TAGS:** EGEN, CG, XMB  
**To:** KINSHASA  
**Type:** TE  
**vdkgvwkey:** odb://SAS/SAS.dbo.SAS\_Docs/fa251054-c288-dd11-92da-001cc4696bcc  
**Review Markings:**  
Margaret P. Grafeld  
Declassified/Released  
US Department of State  
EO Systematic Review  
22 May 2009  
**Markings:** Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009